AMENDMENTS TO LB 1014

Introduced by Fischer, 43.

1 1. Strike the original sections and all amendments 2 thereto and insert the following new sections: 3 Section 1. Unless subsection (5) of section 79-1035 4 applies, for school fiscal year 2016-17 and each school fiscal 5 year thereafter, each school district shall utilize the amount 6 of apportionment funds specified in the notice provided by the 7 Commissioner of Education pursuant to subsection (4) of section 8 79-1035 for the purpose of teacher performance pay. For purposes 9 of this section, teacher performance pay is a systematic process 10 for measuring teachers' performance and linking the measurements 11 to changes in teacher pay. Indicators of teacher performance may 12 include, but are not limited to, improving professional skills 13 and knowledge, classroom performance or instructional behavior, and instructional outcomes. Teacher performance pay may include 14 predetermined bonus amounts and payout criteria. Each school 15 district shall utilize the amount of funds specified in the notice 16 17 provided by the Commissioner of Education pursuant to subsection 18 (4) of section 79-1035 as a supplement to the salary schedule 19 provided in local collective-bargaining agreements. For purposes of distribution of such funds only, the Legislature finds that teacher 20 21 performance pay measurements, criteria, and payout amounts are 22 mandatory topics of collective bargaining. If a school district has 23 not included a system for teacher performance pay within its local

1 collective-bargaining agreement, the amount of funds specified in

- 2 the notice provided by the Commissioner of Education pursuant to
- 3 subsection (4) of section 79-1035 shall be returned to the State
- 4 Treasurer within one month of receipt of such funds. The State
- 5 Treasurer shall immediately credit any funds returned under this
- 6 section to the temporary school fund.
- 7 Sec. 2. Section 79-1018.01, Reissue Revised Statutes of
- 8 Nebraska, is amended to read:
- 9 79-1018.01 Except as otherwise provided in this section,
- 10 local system formula resources include other actual receipts
- 11 available for the funding of general fund operating expenditures
- 12 as determined by the department for the second school fiscal
- 13 year immediately preceding the school fiscal year in which aid
- 14 is to be paid. Receipts from the Community Improvements Cash Fund
- 15 and receipts acquired pursuant to the Low-Level Radioactive Waste
- 16 Disposal Act shall not be included. Other actual receipts include:
- 17 (1) Public power district sales tax revenue;
- 18 (2) Fines and license fees;
- 19 (3) Tuition receipts from individuals, other districts,
- 20 or any other source except receipts derived from adult education,
- 21 receipts derived from summer school tuition, receipts derived from
- 22 early childhood education tuition, and receipts from educational
- 23 entities as defined in section 79-1201.01 for providing distance
- 24 education courses through the Distance Education Council until July
- 25 1, 2008, and the Educational Service Unit Coordinating Council on
- 26 and after July 1, 2008, to such educational entities;
- 27 (4) Transportation receipts;

- 1 (5) Interest on investments;
- 2 (6) Other miscellaneous noncategorical local receipts,
- 3 not including receipts from private foundations, individuals,
- 4 associations, or charitable organizations;
- 5 (7) Special education receipts;
- 6 (8) Special education receipts and non-special education
- 7 receipts from the state for wards of the court and wards of the
- 8 state;
- 9 (9) All receipts from the temporary school fund.
- 10 Beginning with the calculation of aid for school fiscal year
- 11 2002-03 and each school fiscal year thereafter, receipts from the
- 12 temporary school fund shall only include (a) receipts pursuant
- 13 to section 79-1035, to the extent that such receipts for the
- 14 <u>calculation of aid for school fiscal year 2018-19 and each school</u>
- 15 fiscal year thereafter are not returned to the temporary school
- 16 <u>fund pursuant to section 1 of this act, and (b)</u> the receipt of
- 17 funds pursuant to section 79-1036 for property leased for a public
- 18 purpose as set forth in subdivision (1)(a) of section 77-202;
- 19 (10) Motor vehicle tax receipts received on or after
- 20 January 1, 1998;
- 21 (11) Pro rata motor vehicle license fee receipts;
- 22 (12) Other miscellaneous state receipts excluding revenue
- 23 from the textbook loan program authorized by section 79-734;
- 24 (13) Impact aid entitlements for the school fiscal year
- 25 which have actually been received by the district to the extent
- 26 allowed by federal law;
- 27 (14) All other noncategorical federal receipts;

1 (15) All receipts pursuant to the enrollment option

- 2 program under sections 79-232 to 79-246;
- 3 (16) Receipts under the federal Medicare Catastrophic
- 4 Coverage Act of 1988, as such act existed on May 8, 2001, as
- 5 authorized pursuant to sections 43-2510 and 43-2511 but only to the
- 6 extent of the amount the local system would have otherwise received
- 7 pursuant to the Special Education Act; and
- 8 (17) Receipts for accelerated or differentiated
- 9 curriculum programs pursuant to sections 79-1106 to 79-1108.03.
- 10 Sec. 3. Section 79-1028.01, Revised Statutes Supplement,
- 11 2009, is amended to read:
- 12 79-1028.01 (1) For school fiscal year 2008-09 and each
- 13 school fiscal year, thereafter, a school district may exceed its
- 14 maximum general fund budget of expenditures minus the special
- 15 education budget of expenditures by a specific dollar amount for:
- 16 (a) Expenditures for repairs to infrastructure damaged by
- 17 a natural disaster which is declared a disaster emergency pursuant
- 18 to the Emergency Management Act;
- 19 (b) Expenditures for judgments, except judgments or
- 20 orders from the Commission of Industrial Relations, obtained
- 21 against a school district which require or obligate a school
- 22 district to pay such judgment, to the extent such judgment is not
- 23 paid by liability insurance coverage of a school district;
- 24 (c) Expenditures pursuant to the Retirement Incentive
- 25 Plan authorized in section 79-855 or the Staff Development
- 26 Assistance authorized in section 79-856;
- 27 (d) Expenditures of incentive payments or base fiscal

1 year incentive payments to be received in such school fiscal year

- 2 pursuant to section 79-1011;
- 3 (e) Expenditures of amounts received from educational
- 4 entities as defined in section 79-1201.01 for providing distance
- 5 education courses through the Educational Service Unit Coordinating
- 6 Council to such educational entities;
- 7 (f) Either (i) the first and second school fiscal years
- 8 the district will be participating in Network Nebraska for the
- 9 full school fiscal year or (ii) school fiscal year 2008-09, if
- 10 the school district participated in Network Nebraska for all of
- 11 school fiscal year 2007-08, for the difference of the estimated
- 12 expenditures for such school fiscal year for telecommunications
- 13 services, access to data transmission networks that transmit data
- 14 to and from the school district, and the transmission of data on
- 15 such networks as such expenditures are defined by the department
- 16 for purposes of the distance education and telecommunications
- 17 allowance minus the dollar amount of such expenditures for the
- 18 second school fiscal year preceding the first full school fiscal
- 19 year the district participates in Network Nebraska;
- 20 (g) Expenditures to pay another school district for the
- 21 transfer of land from such other school district;
- 22 (h) Expenditures in school fiscal years 2009-10 through
- 23 2013-14 to pay for employer contributions pursuant to subsection
- 24 (2) of section 79-958 to the School Retirement System of the
- 25 State of Nebraska to the extent that such expenditures exceed the
- 26 employer contributions under such subsection that would have been
- 27 made at a contribution rate of seven and thirty-five hundredths

1 percent; and

2 (i) Expenditures in school fiscal years 2009-10 through 3 2013-14 to pay for school district contributions pursuant to subdivision (1)(c)(i) of section 79-9,113 to the Class V School 4 5 Employees Retirement System to the extent that such expenditures exceed the school district contributions under such subdivision 6 7 that would have been made at a contribution rate of seven and 8 thirty-seven hundredths percent; -9 (2) For school fiscal year 2009-10 and each school fiscal 10 year thereafter, a school district may exceed its maximum general 11 fund budget of expenditures minus the special education budget of 12 expenditures by a specific dollar amount for (a) expenditures (j) Expenditures for sums agreed to be paid by a school 13 14 district to certificated employees in exchange for a voluntary 15 termination occurring prior to July 1, 2009; 7 and (b) expenditures 16 (k) Expenditures for new elementary attendance sites in 17 the first year of operation or the first year of operation after being closed for at least one school year if such elementary 18 attendance site will most likely qualify for the elementary site 19 allowance in the immediately following school fiscal year as 20 21 determined by the state board; and-22 (1) Expenditures in school fiscal years 2016-17 and 23 2017-18 of amounts specified in the notice provided by the Commissioner of Education pursuant to subsection (4) of section 24 25 79-1035 for teacher performance pay. 26 (3) (2) The state board shall approve, deny, or modify 27 the amount allowed for any exception to the maximum general fund

1 budget of expenditures minus the special education budget of

- 2 expenditures pursuant to this section.
- 3 Sec. 4. Section 79-1035, Reissue Revised Statutes of
- 4 Nebraska, is amended to read:
- 5 79-1035 + (1) = (1)
- 6 on or before the third Monday in January, make a complete exhibit
- 7 of all money belonging to the permanent school fund and the
- 8 temporary school fund as returned to him or her from the several
- 9 counties, together with the amount derived from other sources,
- 10 and deliver such exhibit duly certified to the Commissioner of
- 11 Education.
- 12 (b) Unless subsection (5) of this section applies,
- 13 beginning in 2016 and each year thereafter, the exhibit required
- 14 in subdivision (1)(a) of this section shall include a separate
- 15 accounting, not to exceed an amount of ten million dollars, of the
- 16 income from solar and wind energy leases on school lands. The Board
- 17 of Educational Lands and Funds shall provide the State Treasurer
- 18 with the information necessary to make the exhibit required by this
- 19 subsection. Separate accounting shall not be made for income from
- 20 solar or wind energy leases on school lands that exceeds the sum of
- 21 ten million dollars.
- 22 (2) On or before February 25 following receipt of the
- 23 exhibit from the State Treasurer pursuant to subsection (1) of this
- 24 section, the Commissioner of Education shall make the apportionment
- 25 of the temporary school fund to each school district as follows:
- 26 From the whole amount there shall be paid to those districts in
- 27 which there are school or saline lands, which lands are used for a

1 public purpose, an amount in lieu of tax money that would be raised

- 2 if such lands were taxable, to be fixed in the manner prescribed
- 3 in section 79-1036; and the remainder shall be apportioned to the
- 4 districts according to the pro rata enumeration of children who are
- 5 five through eighteen years of age in each district last returned
- 6 from the school district. The calculation of apportionment for
- 7 each school fiscal year shall include any corrections to the prior
- 8 school fiscal year's apportionment.
- 9 (2) (3) The Commissioner of Education shall certify
- 10 the amount of the apportionment of the temporary school fund as
- 11 provided in subsection (1) (2) of this section to the Director
- 12 of Administrative Services. The Director of Administrative Services
- 13 shall draw a warrant on the State Treasurer in favor of the
- 14 various districts for the respective amounts so certified by the
- 15 Commissioner of Education.
- 16 (4) Unless subsection (5) of this section applies,
- 17 beginning with the calculation of apportionment in 2016 and for
- 18 each year thereafter, the Commissioner of Education shall specify
- 19 the amount of the apportionment to each district attributable to
- 20 income from solar or wind energy leases on school lands that is
- 21 included in the separate accounting provided in subdivision (1)(b)
- 22 of this section. The Commissioner of Education shall notify each
- 23 district of such amount within five days after certification of the
- 24 apportionment required pursuant to subsection (3) of this section.
- 25 Such amount shall be used by the district for teacher performance
- 26 pay pursuant to section 1 of this act.
- 27 (5) The separate accounting described in subdivision

1 (1) (b) of this section and the notification from the Commissioner 2 of Education described in subsection (4) of this section shall 3 not commence in 2016 unless at least seventy-five percent of the 4 school districts receiving funds under this section have included 5 a system for teacher performance pay within their respective local 6 collective-bargaining agreements by January 1, 2014. To determine 7 whether the separate accounting and notification shall commence, 8 the Commissioner of Education, on or after January 1, 2014, shall 9 collect data from each school district to determine whether at 10 least seventy-five percent of the school districts have included a 11 system for teacher performance pay within their respective local 12 collective-bargaining agreements. If the required percentage has 13 not been met, the commissioner shall notify the State Treasurer, 14 and the separate accounting described in subdivision (1)(b) of this 15 section and the notification from the Commissioner of Education 16 described in subsection (4) of this section shall not commence in 17 2016. (6) For purposes of this section, lease means any lease, 18 19 easement, covenant, or other such contractual arrangement. 20 Sec. 5. Original sections 79-1018.01 and 79-1035, Reissue Revised Statutes of Nebraska, and section 79-1028.01, Revised 21 22 Statutes Supplement, 2009, are repealed.